

CDBG PROGRAM

INDUSTRIAL INFRASTRUCTURE GRANT

MISSOURI DEPARTMENT OF ECONOMIC DEVELOPMENT

PURPOSE

Assist local governments in the development of public infrastructure that allows industries to locate new facilities, expand existing facilities, prevent the closing of a facility or the relocation of a facility outside the state.

Grant Amount	Max. per Job	Max. % of Capital Inv.
Up to \$500,000	\$10,000	35%
Next \$250,000	\$ 5,000	20%
Next \$250,000	\$ 3,000	8%
Next \$500,000	\$ 2,000	2%

AUTHORIZATION

42 USC § 5301 et seq., 24 C.F.R. Part 570; and Missouri's "Consolidated Plan" submitted to the U.S. Department of Housing and Urban Development.

(Ex: To receive a \$600,000 Infrastructure grant, total private capital investment must be no less than \$1,928,571 and create 70 new full-time jobs.)

ELIGIBLE AREAS

Projects can only be in a "non-entitlement" area -- a city under 50,000 in population or a county under 200,000 in population.

ELIGIBLE APPLICANTS

Cities or counties.

ELIGIBLE BENEFICIARY BUSINESSES

- ✓ More than one business must potentially benefit from the facilities to be funded.
- ✓ For-profit manufacturing, processing and assembly companies that will have wages above the county average and provide medical benefits are prioritized.

USE OF FUNDS

- ✓ Grant funds may be used for public streets, water or sewer lines, engineering and other public facilities necessary to support the project. A public entity must own the facilities to be funded.
- ✓ Facilities owned by the company or a private utility are not eligible for funding.

APPLICATION PROCEDURE

Applications are reviewed on a case-by-case basis, subject to fund availability.

FUNDING LIMITS

The grants shall be determined in accordance with the following schedule:

SPECIAL PROGRAM REQUIREMENTS

- ✓ The local government applicant must provide as much unrestricted resources (cash, in-kind resources) as they have available.
- ✓ **LMI Employees:** At least 51% of the new jobs to be created must be taken by persons considered "low to moderate income" (LMI).
- ✓ **Prevailing Wage Requirement:** Because grant proceeds are used for the construction of public works, prevailing wages must be paid to the employees of the contractors.

CONTACT

MISSOURI

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ADDITIONAL RESOURCES

Go to the department's home page at www.missouridevelopment.org for a wealth of information regarding Missouri's many other economic development programs and policies.